Gregg M. Galardi, Esq. Dion W. Hayes (VSB No. 34304)
Ian S. Fredericks, Esq. Douglas M. Foley (VSB No. 34364)
SKADDEN, ARPS, SLATE, MEAGHER & MCGUIREWOODS LLP FLOM, LLP One Rodney Square PO Box 636 Richmond, Virginia 23219 Wilmington, Delaware 19899-0636 (804) 775-1000 (302) 651-3000

One James Center 901 E. Cary Street

- and -

Chris L. Dickerson, Esq. SKADDEN, ARPS, SLATE, MEAGHER & FLOM, LLP 155 North Wacker Drive Chicago, Illinois 60606 (312) 407-0700

Counsel to the Debtors and Debtors in Possession

> IN THE UNITED STATES BANKRUPTCY COURT FOR THE EASTERN DISTRICT OF VIRGINIA RICHMOND DIVISION

- - - - - - - - x : Chapter 11 In re: CIRCUIT CITY STORES, INC., : 1Case No. 08-35653 (KRH) <u>et</u> <u>al</u>., Debtors. : Jointly Administered - - - - - - - - x

STIPULATION AND CONSENT ORDER RESOLVING CERTAIN MOTIONS OF THE COLUMBUS DISPATCH FOR ALLOWANCE OF ADMINISTRATIVE EXPENSE CLAIM PURSUANT TO 11 U.S.C. § 503(B)(1)

This Stipulation and Consent Order (the "Stipulation and Consent Order") is made and entered into by The Columbus Dispatch ("Columbus") and Circuit City Stores, Inc. ("Circuit City") and its related

Chapter 11 debtors (collectively with Circuit City, the "Debtors").

WHEREAS, prior to November 10, 2008 (the "Petition Date"), Columbus provided to the Debtors certain advertising services designed to assist the Debtors in conducting their business; and

WHEREAS, on and after the Petition Date,

Columbus continued to publish advertisements regarding
the Debtors' business; and

WHEREAS, on June 30, 2009, Columbus filed the Motion of The Columbus Dispatch For Allowance Of Administrative Expense Claim Pursuant To 11 U.S.C. § 503(b)(1) (the "Motion") (D.I. 3872), seeking allowance of an administrative expense claim in the amount of \$37,074.42; and

WHEREAS, on July 1, 2009, Columbus filed the Amended Motion of The Columbus Dispatch For Allowance Of Administrative Expense Claim Pursuant To 11 U.S.C. § 503(b)(1) (the "Amended Motion") (D.I. 3874), seeking allowance of an administrative expense claim in the amount of \$37,074.42; and

WHEREAS, on July 31, 2009, Columbus filed the Amended Motion of The Columbus Dispatch For Allowance Of

Administrative Expense Claim Pursuant To 11 U.S.C. § 503(b)(1)(A) (the "Second Amended Motion") (D.I. 4358), seeking allowance of an administrative expense claim in the amount of \$82,001.44; and

WHEREAS, by proofs of claim numbers 14161

("Claim No. 14161"), 14426 ("Claim No. 14426"), 14462

("Claim No. 14462"), 14542 ("Claim No. 14542"), and

14634 ("Claim No. 14634", and, together with Claim No.

14161, Claim No. 14426, Claim No. 14462 and Claim No.

14542, the "Proofs of Claim"), Columbus asserts the same

liabilities in the same amounts as it asserts in the

Motion, the Amended Motion, and the Second Amended

Motion.

WHEREAS, Columbus and the Debtors have agreed to resolve the issues raised in the Motion, the Amended Motion, the Second Amended Motion and the Proofs of Claim in accordance with the terms of this Stipulation and Consent Order.

NOW, THEREFORE, Columbus and the Debtors hereby STIPULATE AND AGREE, and it is hereby ORDERED, ADJUDGED AND DECREED by the United States Bankruptcy Court for the Eastern District of Virginia (the "Bankruptcy Court"), as follows:

- 1. The Motion, the Amended Motion, and the Second Amended Motion are hereby resolved as set forth in this Stipulation and Consent Order.
- 2. Each of the Proofs of Claim is hereby disallowed in its entirety; except that Claim No. 14542 is hereby allowed as an administrative expense priority claim in the Debtors' bankruptcy cases in the total amount of \$82,001.44 (the "Allowed Administrative Expense Claim"). Any other amounts asserted by Columbus in the Motion, the Amended Motion, the Second Amended Motion or the Proofs of Claim are hereby denied.
- Allowed Administrative Expense Claim on the Initial
 Distribution Date as defined in the First Amended Joint
 Plan of Liquidation of Circuit City Stores, Inc. and Its
 Affiliated Debtors and Debtors in Possession and Its
 Official Committee of Creditors Holding General
 Unsecured Claims (the "Plan") or, if the Plan is not
 confirmed, then in accordance with further order of the
 Court.
- 4. Columbus shall have no other pre-petition or post-petition administrative expense priority claims in the Debtors' bankruptcy cases; provided, however,

that nothing herein shall preclude Columbus from asserting general unsecured claims in the Debtors' bankruptcy cases; provided further, however, that any and all rights and defenses, including without limitation setoff and/or recoupment, that the Debtors may have to object to any claims asserted by Columbus, other than the Allowed Administrative Expense Claim, are expressly reserved and preserved.

- 5. The Debtors and their estates expressly reserve any and all rights, claims and causes of action (known or unknown) they may have against Columbus, including without limitation any and all claims and causes of action they may have against Columbus arising under chapter 5 of the Bankruptcy Code, including but not limited to sections 542, 544, 545, 547, 548, 549 and 550.
- 6. Upon entry by the Bankruptcy Court, this Stipulation and Consent Order shall be binding upon and shall inure to the benefit of Columbus and the Debtors and each of their respective successors and assigns.
- 7. This Stipulation and Consent Order contains the entire agreement and understanding between Columbus and the Debtors with respect to the subject

Case 08-35653-KRH Doc 6600 Filed 02/23/10 Entered 02/23/10 10:31:27 Desc Main Document Page 6 of 8

matter hereof, and supersedes and replaces all prior negotiations or proposed agreements, written or oral.

8. The Bankruptcy Court shall retain exclusive jurisdiction to hear and determine all matters relating to or arising from this Stipulation and Consent Order.

,2010	DATED:		,	2	0	1	0	
-------	--------	--	---	---	---	---	---	--

Honorable Kevin R. Huennekens United States Bankruptcy Judge

ENTERED ON DOCKET:

WE ASK FOR THIS:

SKADDEN, ARPS, SLATE,
MEAGHER & FLOM, LLP
Gregg M. Galardi, Esq.
Ian S. Fredericks, Esq.
P.O. Box 636
Wilmington, DE 19898
(302) 651-3000

and

SKADDEN, ARPS, SLATE,
MEAGHER & FLOM, LLP
Chris L. Dickerson, Esq.
155 North Wacker Drive
Chicago, Illinois 60606

and

McGuire Woods LLP

/s/ Douglas M. Foley
Dion W. Hayes (VSB No. 34304)
Douglas M. Foley (VSB No. 34364)
One James Center
901 East Cary Street
Richmond, Virginia 23219
(804) 775-1000

Counsel for Debtors and Debtors in Possession

WOLCOTT RIVERS GATES

/s/ Steven L. Brown
Steven L. Brown
Convergence Center IV
301 Bendix Road, Suite 500
Virginia Beach, VA 23452
Tel: (757) 497-6633

Counsel for The Columbus Dispatch

CERTIFICATION

THE UNDERSIGNED HEREBY CERTIFIES, pursuant to Local Rule 9022-1(C), that this Consent Order has been endorsed by all necessary parties.

/s/ Douglas M. Foley
Douglas M. Foley